

**AMITE RIVER BASIN
DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA**

**BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTAL INFORMATION SCHEDULES**

AS OF AND FOR THE YEAR ENDED JUNE 30, 2012

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date SEP 26 2012

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTAL INFORMATION SCHEDULES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2012**

TABLE OF CONTENTS

	<u>Page No</u>
BASIC FINANCIAL STATEMENTS	
Independent Auditors' Report	1
Required Supplemental Information (Part 1 of 2)	
Management's Discussion and Analysis ..	4
Government-Wide Financial Statements	
Statements of Net Assets	14
Statement of Activities	15
Fund Financial Statements	
Balance Sheets	17
Reconciliation of the Governmental Fund Balance Sheets to the Government-Wide Statements of Net Assets .	19
Statements of Revenue, Expenditures and Changes in Fund Balances	20
Reconciliation of the Governmental Fund Statements of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities ..	22
Notes to Financial Statements	
Index	24
Notes	25
Required Supplemental Information (Part 2 of 2)	
Budgetary Comparison Schedule .	40
SUPPLEMENTAL SCHEDULES AND INFORMATION	
Schedule of Per Diem Paid to Board Members	42
Schedule of Professional Service Payments	43

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
BASIC FINANCIAL STATEMENTS
WITH SUPPLEMENTAL INFORMATION SCHEDULES
AS OF AND FOR THE YEAR ENDED JUNE 30, 2012**

TABLE OF CONTENTS

	<u>Page No</u>
Report on Compliance and Other Matters and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .	44
Schedule of Findings and Questioned Costs	46
Summary Schedule of Prior Year Findings	47
OTHER REQUIRED SUPPLEMENTARY INFORMATION	
Louisiana Comprehensive Annual Financial Report	49

John L. McKowen
Certified Public Accountant

2178 Myrtle Avenue
Baton Rouge, Louisiana 70806

INDEPENDENT AUDITORS' REPORT

Office (225) 615-7844
Fax (225) 344-5439
jlmckowen@cox.net

Board of Commissioners of the
Amite River Basin Drainage and
Water Conservation District
State of Louisiana
3535 South Sherwood Forest Boulevard
Suite 135
Baton Rouge, Louisiana 70816

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Amite River Basin Drainage and Water Conservation District, a component unit of the State of Louisiana, as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the Amite River Basin Drainage and Water Conservation District's management. My responsibility is to express an opinion on these basic financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. I believe that my audit provides a reasonable basis for my opinions.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Amite River Basin Drainage and Water Conservation District as of June 30, 2012, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated August 31, 2012, on my consideration of the Amite River Basin Drainage and Water Conservation District's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

Member
American Institute of Certified Public Accountants
Society of Louisiana Certified Public Accountants

Accounting principals generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economical, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's response to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Amite River Basin Drainage and Water Conservation District's basic financial statements. The accompanying supplemental information, as listed in the table of contents under Supplemental Schedules and Information and Other Required Supplementary Information, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in blue ink that reads "John L. McKowen, CPA". The signature is stylized and cursive.

John L. McKowen, CPA
August 31, 2012

REQUIRED SUPPLEMENTAL INFORMATION
(PART 1 OF 2)

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

The purpose of this section is to offer management's discussion and analysis of the Amite River Basin Drainage and Water Conservation District of the State of Louisiana's (hereafter referred to as the District) financial performance during the year ended June 30, 2012. It should be read in conjunction with the financial report taken as a whole.

Highlights of the District as a Whole

- **History**

The Amite River and its tributary the Comite River are the major causes of catastrophic flooding in the Baton Rouge Metropolitan Area. The flood of record occurred in 1983 when a substantial portion of East Baton Rouge, Livingston and Ascension Parishes were inundated. This precipitated an interest and action on the part of federal, state and local authorities to find solutions to this problem. It was recognized that major floods caused by the Amite and Comite Rivers could not be solved locally and that it required a basin wide/regional solution. This resulted in a series of studies by the U.S. Army Corps of Engineers (USACE) under the congressionally approved Amite River & Tributaries Study Authority, and the Comite River Diversion Canal Project evolved through this process.

- **Scope**

The authorized Project provided for the construction of a 12 mile long diversion channel from the Comite River to the Mississippi River located between the Cities of Baker and Zachary.

- **Purpose**

The purpose of the Comite River Diversion Canal Project is to divert flood waters from the Upper Comite River to the Mississippi River. At its maximum capacity the project will divert 20,000 cubic feet per second by gravity flow. This represents approximately 50% of the flood waters from the upper Comite River, substantially reducing flood stages along the lower Comite and Amite River.

- **Sponsors**

Federal: US Army Corps of Engineers (USACE)

Non-Federal: State: Louisiana Department of Transportation & Development (DOTD)

Local: Amite River Basin Drainage and Water Conservation District
(ARBC)

City/Parish of East Baton Rouge

The sponsors entered into a Project Cooperation Agreement ("PCA") in October of 2001. Initially, DOTD was responsible for the acquisition of all Lands, Easements, Right of way, Relocations and Disposal Areas ("LERRD's"). In addition, the non-federal sponsor is responsible to fund 5% of the total construction costs of the Project. East Baton Rouge Parish is responsible for the maintenance of the

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

Canal once it is completed ARBC, as a member of the Project Coordinating Team, participates in the Project management and is also responsible for development of floodplain management and reporting to the citizens concerning this issue

In July 2001, ARBC entered into a Cooperative Endeavor Agreement ("CEA") with DOTD to advance a minimum of \$6,000,000 over a ten-year period. The CEA further provided that ARBC would not pledge any of the tax revenues for any purpose other than a portion of the cost for lands, easements, right-of-ways, relocations and disposal areas (LERRD's) and costs for the operation of the commission. At the time, the ARBC estimated approximately \$8 million of total tax revenues would be collected over a ten-year period. A portion of the tax revenues is used to support ARBC's mission concerning the administration of the Project. In 2002, DOTD and ARBC agreed to further modify the agreement so that ARBC, rather than DOTD, would take title to all property. In 2005, ARBC and DOTD amended the CEA to allow for ARBC tax funds in excess of \$6,000,000 to be transferred to DOTD for LERRD'S acquisitions at the sole discretion of the District.

- **Project Cost:**

In 2000 the total project cost estimate was \$152,000,000. The present total cost estimate according to the USACE is \$198,000,000. The non-federal sponsors must acquire all property necessary for the USACE to construct the Canal.

- **Source of Funds:**

Federal US Army Corps of Engineers (USACE)

Federal funds are obtained through appropriations through Congress. The determination as to whether funds for this Project are included in the federal budget is based upon the Benefit/Costs ("B/C") Ratio. Funding will be dependent upon available federal funds. Federal funds are used for construction only. No federal funds are used for right-of-way acquisitions, utility relocations and other pre-construction costs (LERRD's).

Non-Federal Funds The non-federal sponsors for construction of the project are the DOTD and the ARBC. State funds are obtained through annual appropriations through the State Capital Outlay Program and the ARBC funds are obtained through an Ad-Valorem tax of properties located within the benefit area of the project (Taxing District). In July of 2000 the citizens of the Taxing District approved a 10-year, 3 mill Ad-Valorem tax to provide for a portion of the non-federal match. In October of 2010 the citizens of the Taxing District voted to renew a 10 year, 2.65 mills drainage tax for the purpose of providing revenues to carry out the District's local share of the Comite Diversion Canal Project. The estimated revenue from the present millage is \$2.4 million a year.

- **Construction Progress to Date**

Construction of the Lilly Bayou Control Structure and the 1-mile pilot channel has been completed. This is the largest structure of the project. The total costs are in excess of \$30 million. In

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

2011, the non-federal sponsors terminated their agreement with the USACE to acquire LERRD's for the Project. At the time of the termination of this agreement, the USACE had only acquired 56 acres for mitigation. This failure to mitigate concurrently with construction resulted in the suspension of any additional construction. The USACE has suspended all construction on the Project until the non-federal sponsors have acquired 827 acres of mitigation land. Once at least 827 mitigation acres are acquired, construction could resume.

- **Mitigation**

On October 1, 2001, a Project Cooperative Agreement (PCA) was signed between the sponsors to begin the construction of the Project. Under the PCA, DOTD, as the non-federal participant, is obligated to fund the purchase of all lands necessary for the construction of the canal including all mitigation lands. In 2002, USACE, ARBC and DOTD entered into an agreement to have ARBC hold title to the property rather than DOTD. This was done due to statutory limitations of DOTD to acquire property in its name for the canal. This agreement was signed between DOTD and ARBC, whereby ARBC has taken on the responsibility of acquiring all canal and mitigation lands. The ability of ARBC to purchase mitigation land is restricted to only those lands as defined within the area designated in the Environmental Assessment. The original Environmental Assessment report determined that approximately 1770 acres must be purchased out of a defined possible mitigation area of 2400 acres set forth in the report.

During the 2010 Regular Louisiana Legislative Session, Act 734 was passed. Act 734 prohibits ARBC's use of expropriation of private property for the purpose of compensatory mitigation of wetlands or other natural habitat, and thereby restricts the ability of ARBC to acquire property for mitigation. ARBC has contacted all property owners in the designated mitigation area to determine the universe of possible willing sellers. As of March 12, 2012, only 66 property owners representing 586 acres have responded to ARBC letters.

- **Pending Matters**

Over the past year ARBC has attempted to identify potential "willing sellers" within the designated mitigation area. However, there are not enough "willing sellers" to acquire the 1720 acres within the 2,500 acre mitigation area. ARBC believes that there are other suitable mitigation areas that could be obtained to satisfy ARBC's obligations under the agreements with the USACE. ARBC requested that the mitigation area be expanded or moved. The USACE agreed to evaluate other potential locations for mitigation. The USACE issued a notice of a new Environmental Assessment ("EA") on June 15, 2012. The draft EA was issued and two additional areas were considered for possible mitigation sites. Profit Island and the McHugh Swamp were evaluated by the USACE. The USACE will make a determination if these sites can be used for mitigation purposes. Based upon this EA, there appears to be sufficient mitigation land that would be available to resume actual construction. ARBC

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

believes that the EA provides sufficient information for the USACE to issue a finding of No Significant Impact (FONSI) This will allow construction of the Project to resume

- **Activities of the Commission**

1 DOTD and ARBC canceled the agreement with USACE (Originally, USACE contracted to perform all of the functions of acquisition of property on behalf of DOTD)

2 ARBC agrees to take on the responsibility to acquire property for canal and mitigation DOTD and ARBC agree to amend the CEA to reflect this additional role modification The new proposed CEA is under review by DOTD

3 ARBC entered into contract with BKI, Commerce Title and GCR to facilitate the acquisition of property for the canal

4 ARBC met with the congressional delegation and USACE HQ staff to discuss a new environmental assessment and resumption of construction

5 ARBC secured Senator Vitter's support for a new EA for the mitigation areas Vitter requested that the USACE conduct an EA in 120 days USACE agreed to conduct EA within 120 days

6 ARBC and its contractors secured Right of Entry (ROE) for all property owners in the new EA mitigation sites

7 ARBC and its contractors assisted USACE in obtaining information on property owners and possible mitigation sites

8 ARBC staff and contractor participated in bi-weekly PDT meetings with the USACE to discuss progress of all issues

9 DOTD contracted to assist in the acquisition of property DOTD identified 17 properties that could be acquired in advance of final taking lines

10 At the time of the termination of the DOTD agreement with the USACE, several properties were ready for purchase ARBC acquired Tracts 479, 473 & 476 in the name of ARBC

11 Rush properties were approved by the USACE as possible mitigation sites ARBC contracted for an appraisal and HTRW report on site

12 ARBC and contractors identifying additional possible mitigation sites

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

13 ARBC counsel sought modification of Act 734, 2010 regular session The Legislature amended the law to allow the use of expropriation from willing sellers when the property is subject to title issues or missing heirs

14 ARBC issued bids for a hunting lease and awarded the hunting lease for Lilly Bayou Drop Structure property

15 ARBC counsel obtained legislative approval for the issuance of rules to allow for the formal expropriation and/or acquisition of property

16 ARBC contracted to secure temporary and/or permanent access to the Lilly Bayou Drop Structure from Irene Road

Overview of the Financial Statement Presentation

These financial statements are comprised of three components – (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements There is also other supplemental information contained in this report provided for additional information

Government-wide Financial Statements. The government-wide financial statements present financial information for all activities of the District from an economic resource measurement focus using the accrual basis of accounting These provide both short-term and long-term information about the District's overall financial status They include a statement of net assets and statement of activities.

Statement of Net Assets This statement presents information on all of the District's assets and liabilities with the difference between the two reported as net assets Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or not

Statement of Activities This statement presents information showing how the District's net assets changed during the most recent fiscal year All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows This statement is designed to show the District's financial reliance on general revenues

The government-wide financial statements can be found on pages 10-11 of this report

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements The District has only one category of funds governmental funds

Governmental Funds Governmental funds are used to account for essentially the same functions

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

reported as governmental activities in the government-wide financial statements except that the focus with fund statements is to provide a distinct view of the District's governmental funds only. These statements report short-term fiscal accountability emphasizing the use of spendable resources during the year and balances of spendable resources available at the end of the year.

Because the view of governmental funds is short-term and the view of the government-wide financial statements is long-term, it is useful to compare these two perspectives. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provides reconciliation to the government-wide statements to assist in understanding the differences between the two viewpoints.

Governmental funds of the District include a general fund, capital projects and debt service funds. The fund financial statements begin on page 14.

Budgetary comparison schedules are included for governmental funds under required supplemental information – part 2 of 2. These schedules indicate the District's compliance with its adopted and final revised budgets and begin on page 36.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The index of the notes is found on page 21 with the actual notes beginning immediately afterwards.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain other information that is deemed useful to readers of this report.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

Financial Analysis of the District

Net assets are an indicator of the District's financial position from year to year. A summary of net assets follows:

**SUMMARY OF NET ASSETS
Governmental Activities**

	<u>2012</u>	<u>2011</u>
Assets		
Current assets	\$ 706,317 93	\$ 692,780 02
Restricted assets	10,218,280 84	8,609,007 85
Capital assets, net	<u>6,372,991 38</u>	<u>5,969,477.49</u>
Total Assets	<u>17,297,590 15</u>	<u>15,271,265 36</u>
Liabilities		
Current liabilities	77,046 89	26,688 80
Long-term liabilities	<u>142,077 36</u>	<u>128,671 04</u>
Total Liabilities	<u>219,124 25</u>	<u>155,359 84</u>
Net Assets		
Invested in capital assets, net of related debt	6,372,991 38	5,969,477 49
Restricted	10,982,538 97	9,432,628 93
Unrestricted	<u>(277,064 45)</u>	<u>(286,200 90)</u>
Total Net Assets	<u>17,078,465 90</u>	<u>15,115,905 52</u>

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

A summary of changes in net assets is as follows

**SUMMARY OF CHANGES IN NET ASSETS
Governmental Activities**

	<u>2012</u>	<u>2011</u>
Revenues		
Operating grants/contributions	\$ -	\$ -
General revenues		
Property taxes	2,438,326.26	2,459,904.51
Interest earnings	<u>18,176.57</u>	<u>13,615.19</u>
Total Revenues	2,456,502.83	2,473,519.70
Expenses		
General government	<u>493,942.45</u>	<u>543,908.05</u>
Change in net assets	1,962,560.38	1,929,611.65
Net assets, beginning	<u>15,115,905.52</u>	<u>13,186,293.87</u>
Net assets, ending	<u>17,078,465.90</u>	<u>15,115,905.52</u>

Budgetary Highlights

Revenues and transfers from other funds were \$1,144 more than budgeted. Expenses were less than anticipated by \$15,040. The net result was a favorable net change in General Fund balances of \$16,184.

Capital Asset and Debt Administration

Capital Assets The District's investment in capital assets, net of accumulated depreciation, at June 30, 2012 and 2011, was \$6,372,991 and \$5,969,477, respectively. All assets were properly recorded with the State of Louisiana and a detailed list is maintained. Capital assets at year-end are summarized as follows:

**CAPITAL ASSETS
Net of Accumulated Depreciation
Governmental Activities**

	<u>2012</u>	<u>2011</u>
Depreciable Assets		
Furniture/equipment	\$ 6,189.69	\$ 9,130.35
Canals and drainage	<u>6,366,801.69</u>	<u>5,960,347.16</u>
Total	<u>6,372,991.38</u>	<u>5,969,477.49</u>

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2012**

Long-Term Debt Long-term debt of the District includes compensated absences at amounts of \$1,777 and \$1,671 at June 30, 2012 and 2011, respectively. There is an unfunded liability for post-employment benefits based on actuarially determined amounts in accordance with GASB No. 45 in the amount of \$140,300 and \$127,000 at June 30, 2012 and 2011, respectively.

Economic Environment and Next Year's Budget

We expect to receive adequate appropriations from the State (Capital Outlay) and federal government to continue construction as we have been receiving in the past.

The cost of the project has increased substantially since its inception in year 2001. Furthermore, land values in the vicinity of Zachary, where the proposed canal is located, have also increased substantially. This places further financial burden on the non-federal match because it is the responsibility of the non-federal sponsors, the Amite River Basin Commission and Louisiana Department of Transportation and Development, to provide the funding for land acquisitions. As a consequence of this cost increase the Amite River Basin Commission authorized the renewal of a 2.65 mills, 10-year ad valorem tax that was approved by the voters of the District on October 2, 2010.

Request for Information

This financial report is designed to provide a general overview of the District's finances, comply with finance-related laws and regulations and demonstrate the District's commitment to public accountability. Any questions or requests for additional information can be obtained by contacting Dietmar Rietschier, Executive Director, at 3535 South Sherwood Forest Boulevard, Suite 135, Baton Rouge, Louisiana 70816-2255, 225-296-4900.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
STATEMENTS OF NET ASSETS
JUNE 30, 2012 AND 2011

ASSETS	Governmental Activities	
	<u>2012</u>	<u>2011</u>
Current Assets		
Cash and cash equivalents	\$ 703,956 55	\$ 690,890 07
Accounts Receivable	47 40	-
Prepaid expenses	2,313 98	1,889 95
Total Current Assets	706,317 93	692,780 02
Restricted Assets		
Cash and cash equivalents/capital projects	10,190,284 25	8,572,776.01
Taxes receivable	27,996 59	36,231 84
Total Restricted Assets	10,218,280 84	8,609,007 85
Non-Current Assets		
Capital assets, net of accumulated depreciation		
Furniture and equipment	6,189 69	9,130 33
Canals and drainage	6,366,801 69	5,960,347 16
Total Non-Current Assets	6,372,991 38	5,969,477 49
Total Assets	17,297,590 15	15,271,265 36
LIABILITIES		
Current Liabilities		
Accounts payable	71,567 85	21,209 76
Accrued salaries payable	5,479 04	5,479 04
Total Current Liabilities	77,046 89	26,688 80
Non-Current Liabilities		
Compensated absences payable	1,777 36	1,671 04
Other post-employment benefits plan payable	140,300 00	127,000.00
Total Non-Current Liabilities	142,077 36	128,671 04
Total Liabilities	219,124 25	155,359 84
NET ASSETS		
Invested in capital assets, net of related debt	6,372,991 38	5,969,477 49
Restricted for capital projects	10,982,538.97	9,432,628 93
Unrestricted	(277,064 45)	(286,200.90)
Total Net Assets	17,078,465 90	15,115,905.52

See Accompanying Notes and Auditors' Report

**AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2012**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net Revenues (Expenses)</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
Governmental Activities					
General government	\$ 493,942 45	\$ -	\$ -	\$ -	\$ (493,942 45)
Total Governmental Activities/Primary Government	493,942 45	-	-	-	(493,942 45)
General Revenues					
					2,438,326 26
Property taxes, levied for capital projects					18,176 57
Investment earnings					2,456,502 83
Total General Revenues					
Change in Net Assets					1,962,560 38
Net Assets, beginning					15,115,905 52
Net Assets, ending					17,078,465 90

See Accompanying Notes and Auditors' Report

FUND FINANCIAL STATEMENTS

**AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
BALANCE SHEETS
GOVERNMENTAL FUNDS
JUNE 30, 2012 AND 2011**

	2012			2011		
	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>
ASSETS						
Cash and cash equivalents	\$ 703,956 55		\$ 703,956 55	\$ 690,890 07		\$ 690,890 07
Accounts Receivable	47 40		47 40			-
Prepaid expenses	2,313 98		2,313 98	1,889 95		1,889 95
Restricted assets						
Cash and cash equivalents		10,190,284 25	10,190,284 25		8,572,776 01	8,572,776 01
Taxes receivable		27,996 59	27,996.59		36,231 84	36,231 84
TOTAL ASSETS	706,317 93	10,218,280 84	10,924,598 77	692,780 02	8,609,007 85	9,301,787 87
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	10,196 96	61,370 89	71,567 85	10,142.46	11,067 30	21,209 76
Accrued salaries payable	5,479 04	-	5,479 04	5,479 04	-	5,479 04
Liabilities payable from restricted assets			-			-
Total Liabilities	15,676 00	61,370 89	77,046 89	15,621 50	11,067 30	26,688 80

Continued

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
BALANCE SHEETS (Continued)
GOVERNMENTAL FUNDS
JUNE 30, 2012 AND 2011

	2012			2011		
	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>
Fund Balances						
Nonspendable	\$ 2,361 38	\$ -	\$ 2,361 38	\$ 1,889 95	\$ -	\$ 1,889 95
Committed						
Assigned						
For other post-employment benefits		127,022 50	127,022 50		127,000 00	127,000 00
For capital projects		\$ 10,029,887 45	10,029,887 45		\$ 8,470,940.55	8,470,940 55
Unassigned	688,280 55	-	688,280 55	675,268 57	-	675,268 57
Total Fund Balances	690,641 93	10,156,909 95	10,847,551 88	677,158 52	8,597,940 55	9,275,099 07
 TOTAL LIABILITIES AND FUND BALANCES	 706,317 93	 10,218,280 84	 10,924,598 77	 692,780 02	 8,609,007 85	 9,301,787 87

See Accompanying Notes and Auditors' Report

**AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEETS
TO THE GOVERNMENT-WIDE STATEMENTS OF NET ASSETS
JUNE 30, 2012 AND 2011**

	<u>2012</u>	<u>2011</u>
Total Fund Balances - Total Governmental Funds	\$ 10,847,551 88	\$ 9,275,099 07
Amounts reported for governmental activities in the Statements of Net Assets are different because		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in these funds This is the reported amount of capital assets net of accumulated depreciation	6,372,991 38	5,969,477 49
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in these funds Long- term liabilities include the following		
Compensated absences	(1,777 36)	(1,671 04)
Other post-employment benefits plan	(140,300 00)	(127,000 00)
Bonds payable	-	-
Total Net Assets - Governmental Activities	<u>17,078,465 90</u>	<u>15,115,905 52</u>

See Accompanying Notes and Auditors' Report

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEARS ENDED JUNE 30, 2012 AND 2011

	2012			2011		
	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>
REVENUES						
Property taxes	\$ -	\$ 2,438,326 26	\$ 2,438,326 26	\$ -	\$ 2,459,904 51	\$ 2,459,904 51
Investment earnings	1,002 58	17,173 99	18,176 57	1,448 40	12,166 79	13,615 19
Total Revenues	1,002 58	2,455,500 25	2,456,502 83	1,448 40	2,472,071 30	2,473,519 70
EXPENDITURES						
General government	260,660 31	216,935 18	477,595 49	269,407 88	257,428 36	526,836 24
Capital outlay	-	406,454 53	406,454 53	-	56,715 25	56,715 25
Debt service						
Principal	-	-	-	-	515,000 00	515,000 00
Interest	-	-	-	-	15,533 77	15,533 77
Total Expenditures	260,660 31	623,389 71	884,050 02	269,407 88	844,677 38	1,114,085 26
Excess (Deficiency) of Revenues over Expenditures	(259,657 73)	1,832,110 54	1,572,452 81	(267,959 48)	1,627,393 92	1,359,434 44

Continued

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)
GOVERNMENTAL FUNDS
YEARS ENDED JUNE 30, 2012 AND 2011

	2012			2011		
	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>	<u>General</u>	<u>Other Govern- mental Funds</u>	<u>Total Govern- mental Funds</u>
OTHER FINANCING SOURCES (USES)						
Transfers from other funds	\$ 273,141 14	\$ -	\$ 273,141 14	\$ 242,941 35	\$ -	\$ 242,941 35
Transfers to other funds	-	(273,141 14)	(273,141 14)	-	(242,941 35)	(242,941 35)
Termination of Acquisition Agreement	-	-	-	-	4,650,000 00	4,650,000 00
Total Other Financing Sources (Uses)	273,141 14	(273,141 14)	-	242,941 35	4,407,058 65	4,650,000 00
Net Change in Fund Balances	13,483 41	1,558,969 40	1,572,452 81	(25,018 13)	6,034,452 57	6,009,434 44
Fund balances, beginning	677,158 52	8,597,940 55	9,275,099 07	702,176 65	2,563,487 98	3,265,664 63
Fund balances, ending	690,641 93	10,156,909 95	10,847,551 88	677,158 52	8,597,940 55	9,275,099 07

See Accompanying Notes and Auditors' Report

**AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENTS
OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
TO THE STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2012 AND 2011**

	<u>2012</u>	<u>2011</u>
Net Change in Fund Balances - Total Governmental Funds	\$ 1,572,452 81	\$ 6,009,434 44
Amounts reported for governmental activities in the Statement of Activities are different because		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.	403,513 89	69,173 37
Previously capitalized cash contributions to a land acquisition agreement with the U S Army Corp of Engineers returned to the District upon termination of the agreement is not reported in the Statement of Activities, but provides current financial resources to governmental funds.	-	(4,650,000 00)
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. This is the amount by which proceeds differed from repayments.	-	515,000 00
Some expenses reported in the Statement of Activities do not require the use of current financial resources and are not reported as expenditures in governmental funds. These include the net change in:		
Compensated absences	(106.32)	4,903 84
Other post-employment benefits plan	(13,300 00)	(18,900.00)
Change in Net Assets - Governmental Activities	<u>1,962,560 38</u>	<u>1,929,611 65</u>

See Accompanying Notes and Auditors' Report

NOTES TO FINANCIAL STATEMENTS

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
INDEX TO NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

<u>Note No</u>	<u>Description</u>	<u>Page No</u>
	Introduction	25
1	Summary of Significant Accounting Policies	25
2	Cash and Cash Equivalents	31
3	Restricted Assets	31
4	Capital Assets	32
5	Leave	32
6	Retirement System	33
7	Post Retirement Health Care and Life Insurance Benefits	33
8	Leases	36
9	Accounts and Other Payables	36
10	Long-Term Liabilities	36
11	Interfund Transactions	37
12	Related Party Transactions	37
13	Litigation	37
14	Subsequent Events	38

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

INTRODUCTION

The Amite River Basin Drainage and Water Conservation District is a component unit of the State of Louisiana as provided by Louisiana Revised Statute 38 3301-3309. The District serves as a multi-parish authority to accomplish flood control measures, facilitate cooperation between federal, state and local governing bodies to foster floodplain management, maintain and operate structures built under the auspices of the Amite River Basin Commission and coordinate river management within the basin. It is charged with the responsibility to establish adequate drainage, flood control and water development including, but not limited to, construction of reservoirs, diversion canals, gravity and pumped drainage systems and other flood control works. The basin includes all territory within the watershed limits of the Amite River and tributaries covering areas within the parishes of East Baton Rouge, St. Helena, East Feliciana, Livingston and those portions east of U.S. Highway 61 in Ascension and St. James Parishes.

The District is managed by a Board of Commissioners composed of 13 members that are appointed by the Governor of the State of Louisiana and serve terms concurrent with that of the Governor. Domiciled in Baton Rouge, the District is advised by the Louisiana Department of Transportation and Development. Commissioners, as authorized by Louisiana Revised Statute 38 3304, receive a per diem to attend meetings or conduct board-approved business not to exceed \$60 per day.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting practice of the Amite River Basin Drainage and Water Conservation District conforms to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24 513 and to the guides set forth in the *Louisiana Governmental Audit Guide*, and to the industry audit guide *Audits of State and Local Governmental Units*.

The following is a summary of certain significant accounting policies:

Financial Reporting Entity: Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. For financial reporting purposes, in conformance with GASB Codification Section 2100, the District is considered a component unit of the State of Louisiana because the State exercises oversight responsibility in that the Governor appoints the majority of the board members and public service is rendered within the State's boundaries. The accompanying financial statements present only the transactions of the Amite River Basin Drainage and Water Conservation District.

Government-wide Accounting: In accordance with Government Accounting Standards Board Statement No. 34, the District has presented a statement of net assets and statement of activities for the District as a whole. These statements include the primary government and its component units, if applicable, with the exception of fiduciary funds. Those funds are reported separately. Government-

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

wide accounting is designed to provide a more comprehensive view of the government's operations and financial position as a single economic entity

Government-wide statements distinguish between governmental and business-type activities. Governmental activities are those financed through taxes, intergovernmental revenues and other non-exchange revenues and are usually reported in governmental and internal service funds. Business activities are financed in whole or in part through fees charged for goods or services to the general public and are usually reported in proprietary funds.

Policies specific to the government-wide statements are as follows:

Eliminating Internal Activity

Interfund receivables and payable are eliminated in the statement of net assets except for the net residual amounts due between governmental and business-type activities. These are presented as internal balances. The allocation of overhead expenses, from one function to another or within the same function, is eliminated in the statement of activities. Allocated expenses are reported by the function to which they were allocated.

Application of FASB Statements and Interpretations

Reporting on governmental-type and business-type activities is based on FASB Statements and Interpretations issued after November 30, 1989, except where they conflict or contradict GASB pronouncements.

Capitalizing Assets

Tangible and/or intangible assets used in operations with an initial useful life that extends beyond one year are capitalized. Infrastructure assets such as roads and bridges are also capitalized along with interest on debt incurred during construction. Capital assets are recorded at their historical cost and are depreciated using the straight-line method of depreciation over their estimated useful lives. They are reported net of accumulated depreciation on the statement of net assets.

Using the requirements of GASB Statement No. 34, the District is considered a Phase 3 government, as its total annual revenues are less than \$10 million. Such governments are not required to report major general infrastructure assets retroactively. The District has opted not to retroactively report these types of capital assets.

Program Revenues

The Statement of Activities presents three categories of program revenues – (1) charges for services, (2) operating grants and contributions, and (3) capital grants and contributions. Charges for services are those revenues arising from charges to customers who purchase, use or directly benefit from goods and services provided by the District. Grants and contributions, whether operating or capital in nature, are revenues arising from receipts that are reserved for a specific use.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

Indirect Expenses

Expenses are reported according to function except for those that meet the definition of special or extraordinary items. Direct expenses are specifically associated with a service or program. Indirect expenses include general government or administration that cannot be specifically traced to a service or program. Governments are not required to allocate indirect expenses to other functions, and the District has chosen not to do so.

Operating/Non-Operating Revenues

Proprietary funds separately report operating and non-operating revenues.

Reserved Net Assets

Reserved net assets are those for which a constraint has been imposed either externally or by law. The District recognized the use of reserved resources for expenditures that comply with the specific restrictions. Reserved resources are exhausted before unreserved net assets are used.

Fund Types and Major Funds: The District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. A fund is a separate entity with a self-balancing set of accounts. Funds of the District are classified under one category: governmental. This category, in turn, is divided into separate fund types. The fund classifications and a description of each existing fund type follow.

Governmental Funds Governmental funds account for all or most of the District's general activities, including the collection and disbursement of specific or legally reserved monies, and the acquisition or construction of general fixed assets. Governmental funds include:

- 1 General – accounts for all activities not required to be reported in another fund,
- 2 Capital Projects – accounts for the flow of resources related to the construction, acquisition or renovation of capital assets.

These funds are considered major funds. The capital projects reports the activity of the Comite Diversion Canal Project.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

Basis of Accounting/Measurement Focus: In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles and are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy.

The type of financial statement presentation determines the accounting and financial reporting treatment applied to a fund.

The government-wide statements are reported using an economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and liabilities associated with the operation of governmental and business-type activities are included in the statement of net assets. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred in the statement of activities. In these statements, capital assets are reported and depreciated in each fund, and long-term debt is reported.

The fund statements are reported using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements present increases and decreases in net current assets. Expenditures for capital assets are reported as current expenses, and such assets are not depreciated. Principle and interest paid on long-term debt is reported as current expenses.

Budgets and Budgetary Accounting: The District adopts an annual budget for all of its funds, prepared in accordance with the basis of accounting utilized by that fund. The Board must approve any revisions that alter the total expenditures. Budgeted amounts shown are as originally adopted and as amended by the Board. Budget amendments are passed on an as-needed basis. A balanced budget is required.

The budget is submitted to the State of Louisiana as prescribed by Louisiana Revised Statute 36:803 and submitted to the Legislature in accordance with 39:1331-1342. Although budget amounts lapse at year-end, the District retains its unexpended fund balances to fund expenditures of the succeeding year.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

Cash and Cash Equivalents: Cash includes amounts in interest bearing demand deposits and funds held by the Louisiana Asset Management Pool (LAMP) Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana

Investments: Investments are limited by Louisiana Revised Statute 33 2955 If the original maturities of investments exceed 90 days, they are classified as investments Otherwise, the investments are classified as cash and cash equivalents In accordance with GASB Statement No 31, investments are recorded at fair value with the corresponding increase or decrease reported in investment earnings The District did not have any investments at June 30, 2012 or 2011

Inventory: Inventory of the District includes only office supplies, the amount of which is considered immaterial Therefore, the acquisition of such items is expensed when purchased, and the inventory on hand at year-end is not reported in the accompanying financial statements

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures Accordingly, actual results could differ from those estimates

Restricted Assets: Certain proceeds of the District, primarily property taxes, are classified as restricted assets on the balance sheet because their use is limited

Capital Assets: The District's assets are recorded at historical cost Depreciation is recorded using the straight-line method over the useful lives of the assets as follows

Equipment	4-10 years	Infrastructure	40-50 years
Office furniture	5-7 years		

In June 1999, the Governmental Accounting Standards Board issued Statement No 34 which requires the inclusion of infrastructure assets used in governmental activities in the basic financial statements retroactively reported back to 1982 An exception exists for local governments with annual revenues of less than \$10 million As a result of this exception, the District has elected to not report its governmental infrastructure retroactively From this point forward, the District will use the basic approach to infrastructure reporting for its governmental activities when applicable

Compensated Absences: Employees of the District had accumulated and vested \$1,777 36 and \$1,671 04, in employee leave benefits at June 30, 2012 and 2011, respectively These were computed in accordance with GASB Codification Section C60 150

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

Long-Term Obligations: In the government-wide financial statements, debt principal payments of government activities are reported as decreases in the balance of the liability on the statement of net assets. In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid.

Net Assets/Fund Balances: In the statements of net assets, the difference between a government's assets and liabilities is recorded as net assets. The three components of net assets are as follows:

Invested in Capital Assets, Net of Related Debt

This category records capital assets net of accumulated depreciation and reduced by any outstanding balances of bonds, mortgages, notes or other borrowings attributable to the acquisition, construction or improvement of capital assets.

Restricted Net Assets

Net assets that are reserved by external sources, such as banks or by law, are reported separately as restricted net assets. When assets are required to be retained in perpetuity, this non-expendable net asset is recorded separately from expendable net assets. These are components of restricted net assets.

Unrestricted Net Assets

This category represents net assets not appropriable for expenditures or legally segregated for a specific future use.

In the balance sheet of governmental funds, fund balances are segregated as follows:

Nonspendable

These resources are either inherently nonspendable because they are not cash, or legal or contractual provisions require that they be maintained intact.

Restricted

This category represents that portion of equity subject to externally enforceable legal restrictions.

Committed

These resources are constrained by limitations that the government imposes upon itself at the highest level of decision making and that remain binding unless removed in the same manner.

Assigned

This category represents the government's intended use of resources.

Unassigned

These resources represent the excess of what is properly categorized in each of the above four categories.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

Interfund Transactions: All interfund transactions except quasi-external transactions are reported as operating transfers. These are eliminated in the government-wide statements.

NOTE 2 – CASH AND CASH EQUIVALENTS

Deposits are stated at cost, which approximates market. Under state law, they must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding, or custodial bank that is mutually acceptable to both parties.

With the adoption of GASB Statement No. 40, only deposits that are considered exposed to custodial credit risk are required to be disclosed. The Board does not have any deposits that fall within that category. The collected bank balances at June 30, 2012 and 2011 were \$304,108 and \$400,904, respectively. Deposits of the District are secured with \$500,000 (\$250,000 at Capital One and \$250,000 at Hancock Bank) of insurance through FDIC and \$1,332,832 of pledged collateral.

The following is a summary of cash and cash equivalents (book balances):

	<u>General Fund</u>		<u>Capital Projects Fund</u>	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Petty cash	\$ 0 00	\$ 200 00	\$ 0 00	\$ 0 00
Interest-bearing				
demand deposits	103,714 02	91,191 18	650,865 77	194,324 50
LAMP	600,242.53	599,498 89	9,539,418 48	8,278,451 51
Total	<u>703,956 55</u>	<u>690,890 07</u>	<u>10,190,284 25</u>	<u>8,572,776 01</u>

NOTE 3 – RESTRICTED ASSETS

Restricted assets include cash, cash equivalents and taxes receivable totaling \$10,218,280.84 at June 30, 2012 and \$8,609,007.85 at June 30, 2011. These assets were accumulated for the construction of a diversion canal for the Comite River thus restricting their use for that purpose.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2012, was as follows

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Capital Assets, being depreciated				
Furniture and equipment	\$ 66,127 13	\$ 00	\$ 00	\$ 66,127 13
Less accumulated depreciation	(56,996 80)	(2,940 64)	00	(59,937 44)
Net Furniture and Equipment	<u>9,130 33</u>	<u>(2,940 64)</u>	<u>00</u>	<u>6 189 69</u>
Canals and drainage	5,960,347 16	406,454 53	00	6,366,801 69
Less accumulated depreciation	00	00	00	00
Net Canals and Drainage	<u>5,960,347 16</u>	<u>406,454 53</u>	<u>00</u>	<u>6,366,801 69</u>
Net Capital Assets, being depreciated	<u>5,969,477.49</u>	<u>403,513.89</u>	<u>.00</u>	<u>6,372,991.38</u>

NOTE 5 – LEAVE

Annual and Sick Leave The District's employees earn and accumulate annual and sick leave at varying rates depending on their years of full-time service. Accumulated leave is carried forward to succeeding years without limitation. Upon termination, employees are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current-year expenditure when leave is actually taken in the fund financial statements. The cost of leave privileges not requiring current resources is recorded by governmental funds in long-term obligations.

Only annual leave is accrued in the accompanying statements of net assets at \$1,777.36 and \$1,671.04 for June 30, 2012 and 2011, respectively.

Compensatory Leave Non-exempt employees, according to the guidelines contained in the Fair Labor Standards Act, may be paid for compensatory leave earned. Upon termination or transfer, an employee is paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. This pay is based on the employee's hourly rate of pay at the time of termination or transfer. There was no compensatory leave time accrued at June 30, 2012 or 2011.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 6 – RETIREMENT SYSTEM

Substantially all of the employees of the District are members of the Louisiana State Employees Retirement System (System), cost sharing, multiple-employer and defined benefit pension plan. The System is a statewide public retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees.

All full-time employees are eligible to participate. Benefits vest with 10 years of service. At retirement age, employees are entitled to annual benefits equal to 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service plus \$300 for employees hired before July 31, 1986. Vested employees are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service or (c) age 60 with 10 years of service. An option of reduced benefits at any age with 20 years of service is available. The System also provides death and disability benefits. The System issues an annual financial report that is available to the public including financial statements and required supplementary information of the System. That report may be obtained by contacting the Louisiana State Employees Retirement System, P. O. Box 44213, Baton Rouge, La. 70804, 225-922-0605 or 800-256-3000.

Covered employees are required to contribute 7.5% of gross salary to the plan, and the District is required to contribute an actuarially determined rate as required by Louisiana Revised Statute 11:102. That rate for the year ended June 30, 2012, was 25.6%. Contributions to the System for the years ended June 30, 2012, 2011 and 2010, were \$35,252, \$28,557 and \$27,308, respectively.

NOTE 7 – POST RETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

The District may provide certain continuing health care and life insurance benefits for its retired employees through the Louisiana Office of Group Benefits. Substantially all of the Commission's employees become eligible for those benefits if they reach normal retirement age while working for the Commission and were covered by the Commission's active medical plan immediately prior to retirement. Those benefits include joint payment of monthly premiums for the coverage provided.

Plan Description The State of Louisiana's Other Post-Employment Benefit Plan (OPEB Plan) is an agent multiple-employer plan administered by the Louisiana Office of Group Benefits (OGB). There are three plans available to eligible retirees for health care – OGB Preferred Provider Organization (PPO), Humana Health Maintenance Organization (HMO) and United Exclusive Provider Organization (EPO). Participants eligible for Medicare coverage can choose one of two OGB Medicare Advantage Plans, either an HMO or a private fee-for-service (PFFS) plan. Life insurance benefits include basic term life, basic plus supplemental term life, dependent term life and employee accidental death and dismemberment coverage. The policy is underwritten by The Prudential Insurance Co. of America.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

LRS 42 801-883 provides for the authority under which benefit provisions are established and may be amended. The OGB does not issue a stand-alone report, however, it is included in the Louisiana Comprehensive Annual Financial Report (CAFR). The CAFR may be obtained from Office of Statewide Reporting and Accounting Policy's website at www.doa.la.gov/osrap, writing to P O Box 94095, Baton Rouge, LA 70804-9095 or by calling 225-342-0708.

Funding Policy LRS 42 801-883 provides for the authority under which the obligations of the plan members and the system are established and may be amended. For employees hired prior to January 1, 2002, the cost of coverage is shared 25% by the participant and 75% by the Commission with the exception of single retirees under age 65. He/she must pay 25% of the active employee cost. Employees hired on or after January 1, 2002, pay a percentage of the total contribution rate based on his/her years of service at retirement (under 10 yrs – 81%, 10-14 yrs – 62%, 15-19 yrs – 44%, 20+ yrs – 25%). A lifetime maximum for healthcare benefits is set at \$5,000,000 for the PPO, HMO and EPO plans. The retiree must pay 50% of the life insurance premiums for him or her and 88% for his/her spouse. Maximum coverage is capped at \$50,000.

Premiums paid for healthcare coverage vary depending on the plan chosen. For the year ended June 30, 2012, this amount ranges from \$585 to \$619 per month for single active.

Premiums paid for retiree and spouse range from \$673 to \$648 per month for those with Medicare, or \$1,928 to \$2,034 per month for those without Medicare. The rates for retirees with children are slightly higher than the single rates and family coverage is slightly higher than the retiree/spouse rates. The plan is currently financed on a pay-as-you-go basis by the District.

OPEB Cost/Obligation The District's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. A level percentage of payroll amortization method, open period, was used. The total ARC for the year beginning July 1, 2011, is as follows:

Annual Required Contribution/OPEB Cost	\$ 13,000
Adjustment for interest and amortization	300
Contributions made	<u>0</u>
Change in net OPEB Obligation	13,300
Net OPEB obligation – beginning of year	<u>127,000</u>
Net OPEB obligation – end of year	<u>\$140,300</u>

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

The District's annual OPEB cost, the percentage of OPEB cost contributed to the Plan, and the net OPEB obligation for fiscal year June 30, 2012, 2011, 2010, 2009, and 2008 was as follows

Fiscal Year End	Annual OPEB Cost	% of OPEB Cost Contributed	Net OPEB Obligation
6/30/09	47,000	0%	47,000
6/30/09	42,000	0%	89,000
6/30/10	19,100	0%	108,100
6/30/11	18,900	0%	127,000
6/30/12	13,300	0%	140,300

Utilizing the pay-as-you-go method, the Commission contributed 0% of the annual post-employment benefits cost during the current year. Because this is the first year of implementation, information for prior years is not presented.

Funding Status and Funding Progress As of June 30, 2012, the Commission had not made any contributions to its post-employment benefits plan trust. A trust was established during the current year but was not funded. Thus, it has no plan assets and a funding ratio of zero. Funding status and progress is summarized below:

Unfunded actuarial accrued liability (UAAL)	\$ 140,300
Covered payroll (active employees)	131,497
UAAL as a percentage of covered payroll	107%

Actuarial Methods/Assumptions Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial method and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

In the July 1, 2011 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4% investment rate of return (net of administrative expenses) and initial annual healthcare cost trend rate of 7.0% and 8.1% for pre-Medicare and Medicare eligible employees, respectively, scaling down to ultimate rates of 5% per year. The unfunded actuarial accrued liability is being amortized as a level percentage of payroll on an open basis. The remaining amortization period at July 1, 2011, was thirty years.

NOTE 8 – LEASES

Operating Leases The District leases office space on an annual basis. For each of the years ended June 30, 2012 and 2011, payments of \$21,072 were made. The monthly rental amount is \$1,756. A copier is leased on a month-to-month basis from Xerox Corporation with a minimum lease payment of \$221.13 per month or \$2,653.56 annually.

Capital Leases The District has no capital leases.

NOTE 9 – ACCOUNTS AND OTHER PAYABLES

The following is a summary of payables at June 30, 2012:

<u>Class of Payables</u>	<u>General</u>	<u>Capital Projects</u>
Accounts	\$ 10,196.96	\$ 61,370.89
Salaries	5,479.04	00
Total	<u>15,676.00</u>	<u>61,370.89</u>

NOTE 10 – LONG-TERM LIABILITIES

Long-term liability activity for the year ended June 30, 2012, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Compensated absences	1,671.04	9,382.40	9,276.08	1,777.36	00
Other post-employment benefits plan	<u>127,000.00</u>	<u>13,300.00</u>	<u>00</u>	<u>140,300.00</u>	<u>00</u>
Total	<u>128,671.04</u>	<u>22,682.40</u>	<u>9,276.08</u>	<u>142,077.36</u>	<u>.00</u>

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

NOTE 11 – INTERFUND TRANSACTIONS

Transfers among governmental funds were as follows during the current year

	<u>General Fund</u>	<u>Capital Projects</u>
Transfers from other funds	\$ 273,141 14	\$ 00
Transfers to other funds	<u> 00</u>	<u>(273,141 14)</u>
Total Transfers	<u>273,141.14</u>	<u>(273,141 14)</u>

NOTE 12 – RELATED PARTY TRANSACTIONS

There are no related party transactions that require disclosure

NOTE 13 – LITIGATION

The Board of Commissioners of the District has been named a co-defendant in a class action lawsuit filed on behalf of the taxpayers in the Comite River Diversion Canal Impact Area on November 30, 2010 alleging that the District illegally collected ad valorem taxes associated with the Comite River Diversion Canal Project in excess of the amount approved by the voters and/or used funds collected from taxes for purposes other than that for which the tax was approved

Plaintiffs seek the return of all monies paid for ad valorem taxes in excess of six million dollars with any interest earned thereon from the date of collection, damages, and costs

Discovery in this matter is still ongoing. The Court recently ordered the sequestration of all Comite River Diversion Canal tax dollars. This is only for future funds collected by the three Sheriffs for the District. Thus, all tax dollars collected on behalf of the district for the Comite River Diversion Canal must be deposited into the registry of the 19th Judicial District Court. The Commissioners of the District have filed an Application for Supervisory Writ of Review in objection to the sequestration, and said Application is currently pending with the First Circuit Court of Appeal. If the trial court is overruled, the tax revenue will be forwarded to the District. A trial date has not yet been set in this matter.

The Commissioners of the District are vigorously contesting this case. The Commission does not believe the Plaintiff's claims are meritorious. The Commission is of the belief that the tax, which was levied and collected, was appropriate and in accordance with the Proposition passed by voters.

The Commission does not believe that the District has any liability for the allegations asserted, and an unfavorable outcome is unlikely. The Louisiana Legislative Auditor has previously reviewed the

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012**

actions of the District. The bond counsel for the District has also reviewed the activities and actions of the District. In both instances, there have been no findings of any illegal or inappropriate actions. However, it is likely that this matter will proceed to a trial on the merits and as discovery is still ongoing, the District continues to incur substantial costs associated with litigating the matter. Additionally, until this matter is resolved, the District will not obtain any funds from the tax dollars collected for the Canal Project.

NOTE 15 – SUBSEQUENT EVENTS

Management of the District has evaluated subsequent events through August 31, 2012, the date that the financial statements were to be issued and has determined that there are no significant subsequent events that require recognition or disclosure through that date.

REQUIRED SUPPLEMENTAL INFORMATION
(PART 2 OF 2)

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2012

	<u>Budgeted</u>		<u>Actual</u>	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
REVENUES				
State appropriation	\$ -	\$ -	\$ -	\$ -
Investment earnings	-	-	1,002.58	1,002 58
Total Revenues	-	-	1,002 58	1,002 58
EXPENDITURES				
Personal services	190,500 00	192,500 00	196,216 12	(3,716 12)
Travel	16,500 00	14,000 00	12,054 72	1,945 28
Advertising, dues and subscriptions	5,500 00	6,000 00	2,918 43	3,081 57
Printing/duplication/typing/binding	1,000 00	3,500 00	2,308.08	1,191 92
Communications	7,500 00	7,000 00	5,240 45	1,759 55
Rentals	26,500 00	26,500 00	25,238 34	1,261 66
Maintenance/property and equipment	2,000 00	1,000 00	165.27	834 73
Professional services	22,000 00	17,900 00	14,397 92	3,502 08
Materials and supplies	3,000 00	2,500 00	2,120 98	379 02
Intergovernmental	4,800 00	4,800 00	-	4,800 00
Capital outlay	1,000 00	-	-	-
Total Expenditures	280,300 00	275,700 00	260,660 31	15,039 69
Excess (Deficiency) of Revenues over Expenditures	(280,300 00)	(275,700.00)	(259,657.73)	16,042 27
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	280,300 00	273,000 00	273,141 14	141 14
Use of available funds			-	-
Total Other Financing Sources (Uses)	280,300 00	273,000 00	273,141 14	141 14
Net Change in Fund Balances	-	(2,700 00)	13,483 41	16,183 41
Fund Balances, beginning	677,158 52	677,158 52	677,158 52	-
Fund Balances, ending	677,158 52	674,458 52	690,641 93	16,183 41

See Auditors' Report

SUPPLEMENTAL SCHEDULES AND INFORMATION

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
JUNE 30, 2012**

In compliance with House Concurrent Resolution No 54 of the 1979 Session of the Louisiana Legislature, this schedule of per diem paid to board members is presented for the year ended June 30, 2012

<u>Name</u>	<u>Amount</u>
Bargas, Alvin M	0 00
Brass, John C	840 00
Callender, Lawrence E	1,380 00
Cornette, Russell W	420 00
Lee, Willie George	540 00
Louque, Joel T	420 00
Louque, Terry	1,080 00
Rouchon, Anthony "Tony"	780 00
Saucier, Randolph J	1,020 00
Thibeau, Jerry R	1,020 00
Thomas, Larry N	600 00
Thompson, Donald "Don" E	1,380 00
Zuelke, Dale S	<u>720 00</u>
Totals	<u>10,200 00</u>

See Auditors' Report

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
SCHEDULE OF PROFESSIONAL SERVICE PAYMENTS
YEAR ENDED JUNE 30, 2012**

The following payments were made to contractors for professional services rendered for surveys, feasibility studies and/or special studies

Contract Date	Description	Amount
7/27/2011	Burke-Kleinpeter Inc Title searches, surveys, right-of-way maps, hazardous materials investigations, engineering services	319,689 76
10/26/2011	GCR & Associates, Inc Acquisitions of properties, appraisals, negotiations with property owners	22,768 31
3/1/2012	Conestoga-Rovers & Associates Environmental investigation	7,958 50
2/15/2011	Gulf Coast Testing, L L C Environmental compliance	4,687 50
	ACSI Asbestos inspections	1,175 00
	Total	<u>356,279 07</u>

See Auditors' Report

**John L. McKowen, CPA
2178 Myrtle Avenue
Baton Rouge, Louisiana 70806**

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Board of Commissioners of the
Amite River Basin Drainage
And Water Conservation District
State of Louisiana
3535 South Sherwood Forest Boulevard
Suite 135
Baton Rouge, Louisiana 70816-2255

I have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Amite River Basin Drainage and Water Conservation District (the District,) a component unit of the State of Louisiana, as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements and have issued my report thereon dated August 31, 2012. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the District's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

My consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the Board of Commissioners of the District, the Legislative Auditor and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, the Legislative Auditor distributes this report as a public document.

A handwritten signature in blue ink that reads "John L. McKowen, CPA". The signature is fluid and cursive, with the letters "J", "M", and "C" being particularly prominent.

John L. McKowen, CPA
August 31, 2012

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2012**

I have audited the financial statements of the Amite River Basin Drainage and Water Conservation District as of and for the year ended June 30, 2012, and have issued my report thereon August 31, 2012. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. My audit of the financial statements as of June 30, 2012 resulted in an unqualified opinion.

Section I Summary of Auditor's Reports

1 Report on Internal Control and Compliance Material to the Financial Statements

Internal Control	Material Weakness	<input type="checkbox"/> No
	Control Deficiency(ies)	<input type="checkbox"/> No
Compliance	Compliance Material to F/S	<input type="checkbox"/> No
	Control Deficiency(ies)	<input type="checkbox"/> No

2 Federal Awards

N/A

Section II Financial Statement Findings

None

Section III Federal Award Findings and Questioned Costs

N/A

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
YEAR ENDED JUNE 30, 2012**

Section I Internal Control and Compliance Material to the Financial Statements

None

Section II Internal Control and Compliance Material to Federal Awards

N/A

Section III Management Letter

None

OTHER REQUIRED SUPPLEMENTARY INFORMATION

**AMITE RIVER BASIN DRAINAGE
AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
LOUISIANA COMPREHENSIVE ANNUAL FINANCIAL REPORT
JUNE 30, 2012**

As a component unit of the State of Louisiana, the financial statements of the Amite River Basin Drainage and Water Conservation District are included in Louisiana's Comprehensive Annual Financial Report. Following are the statements being submitted to the Division of Administration. The amounts recorded have been subjected to the same auditing procedures as those recorded in the accompanying financial statements.

STATE OF LOUISIANA
Annual Financial Statements
Fiscal Year Ended June 30, 2012

AMITE RIVER DRAINAGE AND WATER CONSERVATION DISTRICT
3535 SHERWOOD FOREST BOULEVARD, SUITE 135
BATON ROUGE, LOUISIANA 70816-2255

Division of Administration
Office of Statewide Reporting
and Accounting Policy
P. O. Box 94095
Baton Rouge, Louisiana 70804-9095

Legislative Auditor
P. O. Box 94397
Baton Rouge, Louisiana 70804-9397

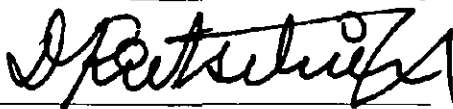
Elaine M. McCalla, Esq.

Physical Address
1201 N. Third Street
Claiborne Building, 6th Floor, Suite 6-130
Baton Rouge, Louisiana 70802

Physical Address
1600 N. Third Street
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority Dietmar Rietscher, Executive Director of the Amite River Basin Drainage and Water Conservation District who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of the Amite River Basin Drainage and Water Conservation District at June 30, 2012 and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 31st day of August 2012.



Signature of Agency Official


NOTARY PUBLIC

Prepared by Dietmar Rietscher

Title Executive Director

Telephone No. (225) 296-4900

Date Aug. 31, 2012

E-mail Address drietscher@amiteriver.org

LARRY S. BANKSTON
NOTARY PUBLIC
La. Bar Roll #02744
State Of Louisiana
My Commission is for Life

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATE OF LOUISIANA
Annual Financial Statements
June 30, 2012

C O N T E N T S

Affidavits		
Instructions for the Business-Type Activity AFR Packet	i
Management's Discussion and Analysis (MD&A)	.	iv
	Statements	
Balance Sheet		A
Statement of Revenues, Expenses, and Changes in Fund Net Assets		B
Statement of Activities (including Instructions for Simplified Statement of Activities)		C
Statement of Cash Flows		D
Notes to the Financial Statements		
Notes	Note Name	Page No
A	Summary of Significant Accounting Policies	1
B	Budgetary Accounting	2
C	Deposits with Financial Institutions and Investments (See OSRAP Memo 13-01, Appendix A)	2
D	Capital Assets – Including Capital Lease Assets	16
E	Inventories	18
F	Restricted Assets	18
G	Leave	18
H	Retirement System	19
I	Other Postemployment Benefits (See OSRAP Memo 13-01, Appendix D)	20
J	Leases	24
K	Long-Term Liabilities	30
L	Contingent Liabilities	31
M	Related Party Transactions	33
N	Accounting Changes	33
O	In-Kind Contributions	33
P	Defeased Issues	33
Q	Revenues or Receivables – Pledged or Sold (GASB 48) (See OSRAP Memo 13-01, Appendix E)	34
R	Government-Mandated Nonexchange Transactions (Grants)	35
S	Violations of Finance-Related Legal or Contractual Provisions	36
T	Short-Term Debt	36
U	Disaggregation of Receivable Balances	36
V	Disaggregation of Payable Balances	37

W	Subsequent Events	37
X	Segment Information	37
Y	Due to/Due from and Transfers	39
Z	Liabilities Payable from Restricted Assets	40
AA	Prior-Year Restatement of Net Assets	40
BB	Net Assets Restricted by Enabling Legislation (See OSRAP Memo 13-01, Appendix C)	41
CC	Impairment of Capital Assets (See OSRAP Memo 13-01, Appendix B)	41
DD	Employee Termination Benefits	43
EE	Pollution Remediation Obligations	44
FF	American Recovery and Reinvestment Act (ARRA)	48
GG	Restricted Net Assets – Other Purposes	48

Schedules

1	Schedule of Per Diem Paid to Board Members
2	Not Applicable
3	Schedules of Long-Term Debt
4	Schedules of Long-Term Debt Amortization
15	Schedule of Comparison Figures and Instructions
16	Schedule of Cooperative Endeavors (see OSRAP Memo 13-01 Appendix F)

See the Appendix Packet on our Website (OSRAP Memo 13-01)

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2012**

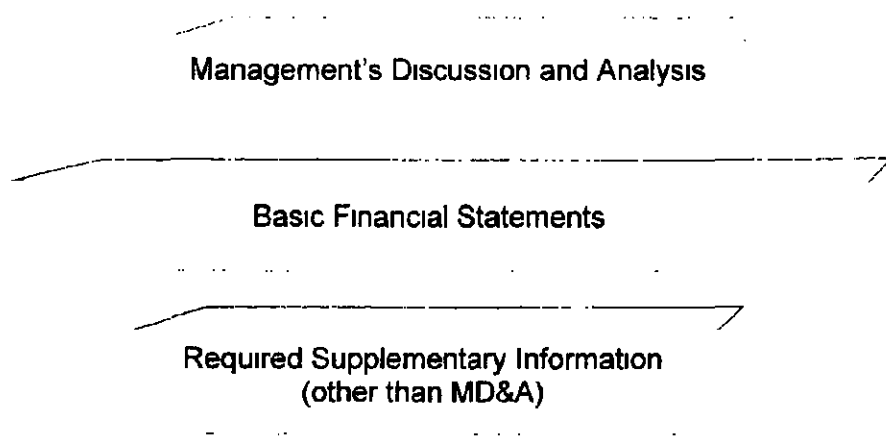
Management's Discussion and Analysis of the Amite River Basin Drainage and Water Conservation District's financial performance presents a narrative overview and analysis of Amite River Basin Drainage and Water Conservation District's financial activities for the year ended June 30, 2012. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information. Please read this document in conjunction with the additional information contained in the transmittal letter and the Amite River Basin Drainage and Water Conservation District's financial statements.

FINANCIAL HIGHLIGHTS

- ★ The Amite River Basin Drainage and Water Conservation District's assets exceeded its liabilities at the close of fiscal year 2012 by 17,078,466, which represents a 13% increase from last fiscal year.
- ★ The Amite River Basin Drainage and Water Conservation District's revenue decreased \$17,017 (or 0.7%) and the net results from activities decreased by \$49,966 (or 9.2%).

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*.



These financial statements consist of three sections - Management's Discussion and Analysis (this section), the Basic Financial Statements (including the notes to the financial statements), and Required Supplementary Information.

Basic Financial Statements

The basic financial statements present information for the Amite River Basin Drainage and Water Conservation District as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Balance Sheet, the Statement of Revenues, Expenses, and Changes in Fund Net Assets, and the Statement of Cash Flows.

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2012

The Balance Sheet (Statement A) presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the Amite River Basin Drainage and Water Conservation District is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets (Statement B) presents information showing how Amite River Basin Drainage and Water Conservation District's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows (Statement D) presents information showing how Amite River Basin Drainage and Water Conservation District's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income(loss) to net cash provided(used) by operating activities (indirect method) as required by GASB 34.

FINANCIAL ANALYSIS OF THE ENTITY

Statement of Net Assets
as of June 30, 2012
(in thousands)

	Total	
	2012	2011
Current and other assets	\$ 10,925	\$ 9,302
Capital assets	6,373	5,969
Total assets	17,298	15,271
Other liabilities	219	155
Long-term debt outstanding	-	-
Total liabilities	219	155
Net assets:		
Invested in capital assets, net of debt	6,373	5,969
Restricted	10,983	9,433
Unrestricted	(277)	(286)
Total net assets	\$ 17,079.00	\$ 15,116

Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on how these amounts may be spent.

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2012**

Net assets of the Amite River Basin Drainage and Water Conservation District increased by \$1,962,560, or 13%, from June 30, 2011 to June 30, 2012. The primary reason is due to the addition of cash and equivalents.

**Statement of Revenues, Expenses, and Changes in Fund Net Assets
for the years ended June 30, 2012
(in thousands)**

	Total	
	2012	2011
Operating revenues	\$ -	\$ -
Operating expenses	494	544
Operating income(loss)	(494)	(544)
Non-operating revenues	2,457	2,474
Non-operating expenses *	-	-
Income(loss) before transfers	1,963	1,930
Transfers in		
Transfers out		
Net increase(decrease) in net assets	\$ 1,963	\$ 1,930

* Enter expenses as a negative amount

The Amite River Basin Drainage and Water Conservation District's total revenues decreased by \$17,017 or 0.7%. The total cost of all programs and services decreased by \$49,966 or 9.2%.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year ended June 30, 2012, the Amite River Basin Drainage and Water Conservation District had \$6,372,991 invested in a broad range of capital assets, including Canals and Drainage. This amount represents a net increase (including additions and deductions) of \$403,514, or 6.8%, over last year.

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2012**

This year's major additions included (in thousands)

	<u>2012</u>	<u>2011</u>
Land	\$	\$
Buildings and improvements		
Equipment	6	9
Infrastructure	6,367	5,960
Intangible Assets		
	<u> </u>	<u> </u>
Debt	Totals \$ 6,373	\$ 5,969

The Amite River Basin Drainage and Water Conservation District had no bonds or notes outstanding at year-end, or at the prior year end

**Outstanding Debt at Year-end
(in thousands)**

	<u>2012</u>	<u>2011</u>
General Obligation Bonds	\$	\$
Revenue Bonds and Notes		
	<u> </u>	<u> </u>
Totals \$	<u> -</u>	<u> -</u>

The Amite River Basin Drainage and Water Conservation District has no measurable claims and judgments of outstanding at year-end compared with none last year. Other obligations include accrued vacation pay and sick leave.

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

Revenues were approximately \$0 million over/under budget and expenditures were \$16,042 less than budget.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Amite River Basin Drainage and Water Conservation District's elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees:

- Appropriations from the State of Louisiana
- Capital outlay funds availability
- Progress of construction

**STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2012**

The Amite River Basin Drainage and Water Conservation District expects that next year's results will improve based on the following

- Adequate appropriations at the state and federal level
-
-

CONTACTING THE AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT'S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Amite River Basin Drainage and Water Conservation District's finances and to show the Amite River Basin Drainage and Water Conservation District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Dietmar Rietscher at (225) 296-4900.

STATE OF LOUISIANA

Statement A

AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT

BALANCE SHEET

AS OF JUNE 30, 2012

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 703,957
Restricted Cash and Cash Equivalents	10,190,284
Investments	
Derivative instrument	
Deferred outflow of resources	
Receivables (net of allowance for doubtful accounts)(Note U)	28,044
Due from other funds (Note Y)	
Due from federal government	
Inventories	
Prepayments	2,314
Notes receivable	
Other current assets	
Total current assets	10,924,599

NONCURRENT ASSETS

Restricted assets (Note F)	
Cash	
Investments	
Receivables	
Investments	
Notes receivable	
Capital assets, net of depreciation (Note D)	
Land and non-depreciable easements	
Buildings and improvements	
Machinery and equipment	6,190
Infrastructure	6,366,801
Intangible assets	
Construction/Development-in-progress	
Other noncurrent assets	
Total noncurrent assets	6,372,991
Total assets	\$ 17,297,590

LIABILITIES

CURRENT LIABILITIES

Accounts payable and accruals (Note V)	\$ 77,047
Derivative instrument	
Deferred inflow of resources	
Due to other funds (Note Y)	
Due to federal government	
Deferred revenues	
Amounts held in custody for others	
Other current liabilities	
Current portion of long-term liabilities (Note K)	
Contracts payable	
Compensated absences payable	
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Pollution remediation obligation	
Bonds payable (include unamortized costs)	
Other long-term liabilities	
Total current liabilities	77,047

NONCURRENT LIABILITIES (Note K)

Contracts payable	
Compensated absences payable	1,777
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Pollution remediation obligation	
Bonds payable (include unamortized costs)	
OPEB payable	140,300
Other long-term liabilities	
Total noncurrent liabilities	142,077
Total liabilities	219,124

NET ASSETS

Invested in capital assets, net of related debt	
Restricted for	
Capital projects	6,372,991
Debt Service	
Unemployment compensation	
Other specific purposes	10,982,539
Unrestricted	(277,064)
Total net assets	17,078,466
Total liabilities and net assets	\$ 17,297,590

The accompanying notes are an integral part of this financial statement

STATE OF LOUISIANA AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS FOR THE YEAR ENDED JUNE 30, 2012	Statement B
---	--------------------

OPERATING REVENUE	
Sales of commodities and services	\$ _____
Assessments	_____
Use of money and property	_____
Licenses, permits, and fees	_____
Other	_____
Total operating revenues	_____
OPERATING EXPENSES	
Cost of sales and services	_____
Administrative	491,001
Depreciation	2,941
Amortization	_____
Total operating expenses	493,942
Operating income(loss)	(493,942)
NON-OPERATING REVENUES(EXPENSES)	
State appropriations	_____
Intergovernmental revenues(expenses)	_____
Taxes	2,438,326
Use of money and property	18,176
Gain on disposal of fixed assets	_____
Loss on disposal of fixed assets	_____
Federal grants	_____
Interest expense	_____
Other revenue	_____
Other expense	_____
Total non-operating revenues(expenses)	2,456,502
Income(loss) before contributions, extraordinary items, & transfers	1,962,560
Capital contributions	_____
Extraordinary item - Loss on impairment of capital assets	_____
Transfers in	_____
Transfers out	_____
Change in net assets	1,962,560
Total net assets – beginning	15,115,906
Total net assets – ending	\$ 17,078,466

The accompanying notes are an integral part of this financial statement

INSTRUCTIONS FOR THE SIMPLIFIED STATEMENT OF ACTIVITIES

Expenses - include all expenses, both operating and non-operating

Program Revenues - include revenues derived from the program itself. These revenues reduce the net cost of the BTA's activities that must be financed from its general revenues. Program revenues should be reported in the following three categories

Charges for services - include revenues based on exchange or exchange-like transactions. (An exchange transaction is one in which each party receives and gives up essentially equal values.) These revenues arise from charges to customers or applicants who purchase, use, or directly benefit from the goods, services, or privileges provided. Revenues in this category include fees charged for specific services.

Operating grants and contributions - revenue arising from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program **and** that may be used **either for operating or capital expenses** at the discretion of the BTA. (A non-exchange transaction is one in which an entity gives or receives value without directly receiving or giving equal value in return.)

Capital grants and contributions - revenue arising from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program **and** that are **restricted for capital purposes only** - to purchase, construct, or renovate capital assets associated with a specific program.

Net (Expense) Revenue - program revenues minus expenses

General Revenues - all revenues are general revenues unless they are specifically required to be reported as program revenues.

Taxes - include all taxes received here, as all are considered general revenues, even those levied for a specific purpose.

State appropriations - include warrants drawn during the fiscal year and the 13th period, plus 14th period if applicable.

Grants and contributions not restricted to specific programs - revenue arising from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are not restricted to a specific program.

Interest - any interest earned that is not required to be reported as program revenue (earnings on investments legally restricted to use by a specific program should be reported as program revenue).

Miscellaneous - any general revenues that do not specifically fall under one of the categories listed.

Special items - significant items subject to management's control that meets one of the following criteria

- 1) unusual in nature - possessing a high degree of abnormality and clearly unrelated or only incidentally related to the ordinary and typical activities of the entity
- 2) infrequent in occurrence - not reasonably expected to recur in the foreseeable future, taking into account the environment in which the entity operates

Extraordinary items - are both significant in nature and infrequent in occurrence.

Transfers - all interfund activities involving the flow of resources between funds

Change in net assets - net (expense) revenue plus general revenues and special items

Net assets - beginning - net assets at the beginning of the fiscal year

Net assets - ending - beginning net assets plus change in net assets

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2012

Statement C

	<u>Expenses</u>	<u>Services</u>	<u>Contributions</u>	<u>Contributions</u>	<u>Net Assets</u>
Entity	\$ <u>493,942</u>	\$ <u> </u>	\$ <u> </u>	\$ <u> </u>	\$ <u>(493,942)</u>
General revenues					
Taxes					<u>2,438,326</u>
State appropriations					<u>18,176</u>
Grants and contributions not restricted to specific programs					<u> </u>
Interest					<u> </u>
Miscellaneous					<u> </u>
Special items					<u> </u>
Extraordinary item - Loss on impairment of capital assets					<u> </u>
Transfers					<u> </u>
Total general revenues, special items, and transfers					<u>2,456,502</u>
Change in net assets					<u>1,962,560</u>
Net assets - beginning as restated					<u>15,115,906</u>
Net assets - ending					\$ <u>17,078,466</u>

The accompanying notes are an integral part of this statement

STATE OF LOUISIANA **Statement D**
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT (continued)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2012

Cash flows from operating activities		
Cash receipts from customers	\$ _____	
Cash receipts from interfund services provided	_____	
Other operating cash receipts, if any	_____	
Cash payments to suppliers for goods or services	(231,445)	
Cash payments to employees for services	(196,216)	
Cash payments for interfund services used, including payments "In Lieu of Taxes"	_____	
Other operating cash payments, if any	_____	
Net cash provided(used) by operating activities		<u>(427,661)</u>
Cash flows from non-capital financing activities		
State appropriations	_____	
Federal receipts	_____	
Federal disbursements	_____	
Proceeds from sale of bonds	_____	
Principal paid on bonds	_____	
Interest paid on bond maturities	_____	
Proceeds from issuance of notes payable	_____	
Principal paid on notes payable	_____	
Interest paid on notes payable	_____	
Operating grants received	_____	
Transfers in	_____	
Transfers out	_____	
Other	2,446,514	
Net cash provided(used) by non-capital financing activities		<u>2,446,514</u>
Cash flows from capital and related financing activities		
Proceeds from sale of bonds	_____	
Principal paid on bonds	_____	
Interest paid on bond maturities	_____	
Proceeds from issuance of notes payable	_____	
Principal paid on notes payable	_____	
Interest paid on notes payable	_____	
Acquisition/construction of capital assets	(406,455)	
Proceeds from sale of capital assets	_____	
Capital contributions	_____	
Other	8,188	
Net cash provided(used) by capital and related financing activities		<u>(398,267)</u>
Cash flows from investing activities		
Purchases of investment securities	_____	
Proceeds from sale of investment securities	_____	
Interest and dividends earned on investment securities	18,177	
Net cash provided(used) by investing activities		<u>18,177</u>
Net increase(decrease) in cash and cash equivalents		<u>1,638,763</u>

Statement D

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT (concluded)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2012

Reconciliation of operating income(loss) to net cash provided(used) by operating activities:

Operating income(loss)		\$ <u>(493,942)</u>
Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities		
Depreciation/amortization	<u>2,941</u>	
Provision for uncollectible accounts	<u></u>	
Other	<u></u>	
Changes in assets and liabilities		
(Increase)decrease in accounts receivable, net	<u></u>	
(Increase)decrease in due from other funds	<u></u>	
(Increase)decrease in prepayments	<u>(424)</u>	
(Increase)decrease in inventories	<u></u>	
(Increase)decrease in other assets	<u></u>	
Increase(decrease) in accounts payable and accruals	<u>50,358</u>	
Increase(decrease) in compensated absences payable	<u>106</u>	
Increase(decrease) in due to other funds	<u></u>	
Increase(decrease) in deferred revenues	<u></u>	
Increase(decrease) in OPEB payable	<u>13,300</u>	
Increase(decrease) in other liabilities	<u></u>	
Net cash provided(used) by operating activities		\$ <u>(427,661)</u>

Schedule of noncash investing, capital, and financing activities

Borrowing under capital lease(s)	\$ <u></u>
Contributions of fixed assets	<u></u>
Purchases of equipment on account	<u></u>
Asset trade-ins	<u></u>
Other (specify)	<u></u>
Taxes	<u>2,446,514</u>
Construction of Capital Assets	<u>(398,267)</u>
Interest earned	<u>18,177</u>
Total noncash investing, capital, and financing activities:	\$ <u>2,066,424</u>

The accompanying notes are an integral part of this statement

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2012

INTRODUCTION

The Amite River Basin Drainage and Water Conservation District is a component unit of the State of Louisiana as provided by Louisiana Revised Statute 38:3301-3309. The District serves as a multi-parish authority to accomplish flood control measures, facilitate cooperation between federal, state and local governing bodies to foster floodplain management, maintain and operate structures built under the auspices of the Amite River Basin Commission and coordinate river management within the basin. It is charged with the responsibility to establish adequate drainage, flood control and water development including, but not limited to, construction of reservoirs, diversion canals, gravity and pumped drainage systems and other flood control works. The basin includes all territory within the watershed limits of the Amite River and tributaries covering areas within the parishes of East Baton Rouge, St. Helena, East Feliciana, Livingston and those portions east of U.S. Highway 61 in Ascension and St. James Parishes.

The District is managed by a Board of Commissioners composed of 13 members that are appointed by the Governor of the State of Louisiana and serve terms concurrent with that of the Governor. Domiciled in Baton Rouge, the District is advised by the Louisiana Department of Transportation and Development. Commissioners, as authorized by Louisiana Revised Statute 38:3304, receive a per diem to attend meetings or conduct board-approved business not to exceed \$60 per day.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of the Amite River Basin Drainage and Water Conservation District present information only as to the transactions of the programs of the Amite River Basin Drainage and Water Conservation District as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2012

The accounts of the Amite River Basin Drainage and Water Conservation District are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting, therefore, revenues are recognized in the accounting period in which they are earned and become measurable

Expense Recognition

Expenses are recognized on the accrual basis, therefore, expenses, including salaries, are recognized in the period incurred, if measurable

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the Amite River Basin Drainage and Water Conservation District are annual lapsing appropriations

- 1 The budgetary process is an annual appropriation valid for one year
- 2 The agency is prohibited by statute from over expending the categories established in the budget
- 3 Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature Interim emergency appropriations may be granted by the Interim Emergency Board
- 4 The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows

	<u>APPROPRIATIONS</u>
Original approved budget	\$ <u>280,300</u>
Amendments	<u>(4,600)</u>
	<u> </u>
	<u> </u>
Final approved budget	\$ <u><u>275,700</u></u>

- C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS** (If all agency cash and investments are deposited in the State Treasury, disregard Note C) See Memo 13-01, Appendix A, for information related to Note C

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2012

1 DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Amite River Basin Drainage and Water Conservation District may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (BTA) may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks, and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows and balance sheet presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2012

The deposits at June 30, 2012, consisted of the following

	Cash	Nonnegotiable Certificates of Deposit	Other (Describe)	Total
Deposits per Balance Sheet (Reconciled bank balance)	\$ 754,580	\$	\$	\$ 754,580
Deposits in bank accounts per bank	\$ 782,733	\$	\$	\$ 782,733
Bank balances exposed to custodial credit risk	\$	\$	\$	\$
a. Uninsured and uncollateralized				
b. Uninsured and collateralized with securities held by the pledging institution				
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's				

NOTE The "Deposits in bank accounts per bank" will not necessarily equal the "Deposits per Balance Sheet" due to outstanding items

The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above

	Banking Institution	Program	Amount
1	Capital One	Operating	\$ 103,920
2	Hancock Bank	Construction	678,813
3			
4			
	Total		\$ 782,733

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2012

Cash in State Treasury	\$	_____
Petty cash	\$	_____

2 INVESTMENTS

The Amite River Basin Drainage and Water Conservation District does maintain investment accounts as authorized by LA Revised Statute 33 2955

Custodial Credit Risk

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are either held by the counterparty or held by the counterparty's trust department or agent, but not in the entity's name. Repurchase agreements are not subject to credit risk if the securities underlying the repurchase agreement are exempt from credit risk disclosure. Using the following table, list each type of investment disclosing the total carrying amounts and market values, and any amounts exposed to custodial credit risk.

GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose all investments by three categories of risk. GASB Statement 40 requires only the separate disclosure of investments that are considered to be exposed to custodial credit risk. Those investments exposed to custodial credit risk are reported by type in one of two separate columns depending upon whether they are held by a counterparty, or held by a counterparty's trust department or agent not in the entity's name. In addition, the total reported amount and fair value columns still must be reported for total investments regardless of exposure to custodial credit risk.

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2012

<u>Type of Investment</u>	<u>Investments Exposed to Custodial Credit Risk</u>		<u>All Investments Regardless of Custodial Credit Risk Exposure</u>	
	<u>Uninsured, *Unregistered, and Held by Counterparty</u>	<u>Uninsured, *Unregistered, and Held by Counterparty's Trust Dept or Agent Not in Entity's Name</u>	<u>Reported Amount Per Balance Sheet</u>	<u>Fair Value</u>
Negotiable CDs	\$ _____	\$ _____	\$ _____	\$ _____
Repurchase agreements	_____	_____	_____	_____
U S Government Obligations **	_____	_____	_____	_____
U S Agency Obligations***	_____	_____	_____	_____
Common & preferred stock	_____	_____	_____	_____
Mortgages (including CMOs & MBSs)	_____	_____	_____	_____
Corporate bonds	_____	_____	_____	_____
Mutual funds	_____	_____	_____	_____
Real estate	_____	_____	_____	_____
External Investment Pool (LAMP) ****	10,139,661	_____	10,139,661	10,139,661
External Investment Pool (Other)	_____	_____	_____	_____
Other (identify)	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
Total investments	\$ 10,139,661	\$ -	\$ 10,139,661	\$ 10,139,661

* Unregistered - not registered in the name of the government or entity

** These obligations generally are not exposed to custodial credit risk because they are backed by the full faith and credit of the U S government. (See Appendix A, Memo 13-01 for the definition of US Government Obligations)

*** These obligations may not be exposed to custodial credit risk (See Appendix A, Memo 13-01 for discussion of FNMA & FHLMC)

3 CREDIT RISK, INTEREST RATE RISK, CONCENTRATION OF CREDIT RISK, AND FOREIGN CURRENCY RISK DISCLOSURES

A Credit Risk of Debt Investments

N/A

B Interest Rate Risk of Debt Investments

N/A

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2012

C Concentration of Credit Risk

N/A

D Foreign Currency Risk

N/A

4 DERIVATIVES (GASB 53)

N/A

5 POLICIES

N/A

6 OTHER DISCLOSURES REQUIRED FOR INVESTMENTS

a Investments in pools managed by other governments or mutual funds

LAMP

b For investments in external investment pools that are not SEC-registered, a brief description of any regulatory oversight for the pool

LAMP is subject to the regulatory oversight of the state treasurer and its board of directors

D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Depreciation for financial reporting purposes is computed by the straight line method over the useful lives of the assets.

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
Notes to the Financial Statement
As of and for the year ended June 30, 2012

Schedule of Capital Assets (includes capital leases)

<u>Agency</u>	Balance 6/30/2011	Prior Period Adjustments	Restated Balance 6/30/2011	Additions	* Reclassifi- cation of CIP	** Retirements	Balance 6/30/2012
Capital assets not depreciated							
Land	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-depreciable land improvements	-	-	-	-	-	-	-
Non-depreciable easements	-	-	-	-	-	-	-
Capitalized collections	-	-	-	-	-	-	-
Software - development in progress	-	-	-	-	-	-	-
Construction in progress	5,960,347	-	5,960,347	406,455	-	-	6,366,802
Total capital assets not depreciated	\$ 5,960,347	\$ -	\$ 5,960,347	\$ 406,455	\$ -	\$ -	\$ 6,366,802
Other capital assets							
Depreciable land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
** Accumulated depreciation	-	-	-	-	-	-	-
Total land improvements	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-
** Accumulated depreciation	-	-	-	-	-	-	-
Total buildings	-	-	-	-	-	-	-
Machinery & equipment	66,127	-	66,127	-	-	-	66,127
** Accumulated depreciation	(56,997)	-	(56,997)	-	(2,941)	-	(59,938)
Total machinery & equipment	9,130	-	9,130	-	(2,941)	-	6,189
Infrastructure	-	-	-	-	-	-	-
** Accumulated depreciation	-	-	-	-	-	-	-
Total infrastructure	-	-	-	-	-	-	-
Software (internally generated & purchased)	-	-	-	-	-	-	-
Other intangibles	-	-	-	-	-	-	-
** Accumulated amortization - software	-	-	-	-	-	-	-
** Accumulated amortization - other intangibles	-	-	-	-	-	-	-
Total intangibles	-	-	-	-	-	-	-
Total other capital assets	\$ 9,130	\$ -	\$ 9,130	\$ -	\$ (2,941)	\$ -	\$ 6,189
Capital asset summary							
Capital assets not depreciated	\$ 5,960,347	\$ -	\$ 5,960,347	\$ 406,455	\$ -	\$ -	\$ 6,366,802
Other capital assets, book value	66,127	-	66,127	-	-	-	66,127
Total cost of capital assets	6,026,474	-	6,026,474	406,455	-	-	6,432,929
Accumulated depreciation/amortization	(56,997)	-	(56,997)	-	(2,941)	-	(59,938)
Capital assets, net	\$ 5,969,477	\$ -	\$ 5,969,477	\$ 406,455	\$ (2,941)	\$ -	\$ 6,372,991

* Should only be used for those completed projects coming out of construction-in-progress to capital assets

** Enter a negative number except for accumulated depreciation in the retirement column

E. INVENTORIES

N/A

F. RESTRICTED ASSETS

Restricted assets in the Amite River Basin Drainage and Water Conservation District at June 30, 2012, reflected at \$10,190,284 include cash and cash equivalents restricted to construction projects

G. LEAVE

1 COMPENSATED ABSENCES

The Amite River Basin Drainage and Water Conservation District has the following policy on annual and sick leave

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the fund when leave is actually taken, it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

2 COMPENSATORY LEAVE

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-time). Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on the employees' hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at June 30, 2012 computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards, Section C60 105 is estimated to be \$1,776. The leave payable is recorded in the accompanying financial statements.

H. RETIREMENT SYSTEM

Substantially all of the employees of the Amite River Basin Drainage and Water Conservation District are members of the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees. (Note: If LASERS is not your entity's retirement system, indicate the retirement system that is and replace any wording in this note that doesn't apply to your retirement system with the applicable wording.)

All full-time (BTA) employees are eligible to participate in the System unless they elect to continue as a contributing member in any other retirement system for which they remain eligible for membership. Certain elected officials and officials appointed by the governor may, at their option, become members of LASERS. Normal benefits vest with 10 years of service. Generally, retirement age employees are entitled to annual

benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service except for members eligible to begin participation in the Defined Benefit Plan (DBP) on or after July 1, 2006. Act 75 of the 2005 Regular Session changes retirement eligibility and final average compensation for members who are eligible to begin participation in the DBP beginning July 1, 2006. Retirement eligibility for these members is limited to age 60, or thereafter, upon attainment of ten years of creditable service. Final average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment.

Vested employees eligible to begin participation in the DBP before July 1, 2006, are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, these vested employees have the option of reduced benefits at any age with 20 years of service. Those hired on or after July 1, 2006 have only a single age option. They cannot retire until age 60 with a minimum of 10 years of service. The System also provides death and disability benefits and deferred benefit options, with qualifications and amounts defined by statute. Benefits are established or amended by state statute. The System issues a publicly available annual financial report that includes financial statements and required supplementary information for the System. For a full description of the LASERS defined benefit plan, please refer to the LASERS 2011 Financial Statements, specifically, footnotes A – Plan Description and C – Contributions. A copy of the report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0600 or (800) 256-3000. The footnotes to the Financial Statements contain additional details and are also available on-line at http://www.lasersonline.org/uploads/2011_CAFR_web_version.pdf

All members are required by state statute to contribute with the vast majority of employees of the state who became members before July 1, 2006, contributing 7.5% of gross salary. Act 75 of the 2005 Regular Session increases the member contribution rate from 7.5% to 8% for new members hired after June 30, 2006. The Amite River Basin Drainage and Water Conservation District is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2012, increased to 25.6% of annual covered payroll from the 22.0% and 18.6% required in fiscal years ended June 30, 2011 and 2010 respectively. The Amite River Basin Drainage and Water Conservation District contributions to the System for the years ending June 30, 2012, 2011, and 2010, were \$35,252, \$28,557, and \$27,308, respectively, equal to the required contributions for each year.

I. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

GASB Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans* addresses accounting and financial reporting for OPEB trust and agency funds of the employer. GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* establishes standards of accounting and financial reporting for OPEB expense/expenditures and related OPEB liabilities or OPEB assets, note disclosures, and required supplementary information (RSI) in the financial reports of governmental employers. See the GASB Statement No. 45 note disclosures requirements in section 2 of this note.

1. Calculation of Net OPEB Obligation

Complete the following table for only the net OPEB obligation (NOO) related to OPEB administered by the Office of Group Benefits. The ARC, NOO at the beginning of the year, interest, ARC adjustment, and Annual OPEB Expense have been computed for OGB participants (see OSRAP's website - <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>) and select "GASB 45 OPEB Valuation Report

as of July 1, 2011, to be used for fiscal year ending June 30, 2012 " Report note disclosures for other plans, not administrated by OGB, separately

Annual OPEB expense and net OPEB Obligation		6/30/2012
Fiscal year ending		
1 * ARC		\$13,000
2 * Interest on NOO		\$5,100
3 * ARC adjustment		(\$4,800)
4 * Annual OPEB Expense (1 + 2 - 3)		\$13,300
5 Contributions (employer pmts to OGB for retirees' cost of 2012 insurance premiums)		\$0
6 Increase in Net OPEB Obligation (4 - 5)		\$13,300
7 *NOO, beginning of year (see actuarial valuation report on OSRAP's website)		\$127,000
8 **NOO, end of year (6 + 7)		\$140,300

J. LEASES

NOTE: Where five-year amounts are requested, list the total amount (sum) for the five-year period, not the annual amount for each of the five years.

1 OPERATING LEASES

The total payments for operating leases during fiscal year amounted to \$23,726 A schedule of payments for operating leases follows

Nature of lease	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018-2022	FY 2023-2027
Office Space	\$ 21,072	\$	\$	\$	\$	\$	\$
Equipment	2,654						
Land							
Other							
Total	\$ 23,726	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

2 CAPITAL LEASES

N/A

3 LESSOR DIRECT FINANCING LEASES

N/A

4 LESSOR – OPERATING LEASE

N/A

K. LONG-TERM LIABILITIES

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2012

	June 30 2011	Additions	Reductions	June 30, 2012	due within one year
Notes and bonds payable:					
Notes payable	\$	\$	\$	\$ -	\$
Bonds payable				-	
Total notes and bonds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other liabilities:					
Contracts payable				-	
Compensated absences payable	1,671	9,382	9,276	1,777	
Capital lease obligations				-	
Claims and litigation				-	
Pollution remediation obligation				-	
OPEB payable	127,000	13,300		140,300	
Other long-term liabilities				-	
Total other liabilities	<u>128,671</u>	<u>22,682</u>	<u>9,276</u>	<u>142,077</u>	<u>-</u>
Total long-term liabilities	\$ <u>128,671</u>	\$ <u>22,682</u>	\$ <u>9,276</u>	\$ <u>142,077</u>	\$ <u>-</u>

(Balances at June 30th should include current and non-current portion of L-T liabilities)

(Send OSRAP a copy of the amortization schedule for any new debt issued) The totals must equal the Balance Sheet for each type of long-term liabilities

L. CONTINGENT LIABILITIES

The District is named as a co-defendant in a class action lawsuit involving the collection and uses of taxes collected within the Comite River Diversion Canal Impact Area. The District's attorney believes that an unfavorable outcome is unlikely. He is unable to estimate incremental costs associated with litigation, court costs and attorney's fees as of August 31, 2012.

M. RELATED PARTY TRANSACTIONS

N/A

N. ACCOUNTING CHANGES

N/A

O. IN-KIND CONTRIBUTIONS

N/A

P. DEFEASED ISSUES

N/A

Q. REVENUES – PLEDGED OR SOLD (GASB 48)

1. PLEDGED REVENUES

N/A

2. FUTURE REVENUES REPORTED AS A SALE

N/A

R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)

N/A

CFDA Number	Program Name	State Match Percentage	Total Amount of Grant
			\$
Total government-mandated nonexchange transactions (grants)			\$ -

S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS

N/A

T. SHORT-TERM DEBT

N/A

U. DISAGGREGATION OF RECEIVABLE BALANCES

Receivables at June 30, 2012, were as follows

Fund (gen fund, gas tax fund, etc.)	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
Capital Projects Fund	\$	\$	\$	\$	\$ -
Gross receivables	\$ -	\$ 27,997	\$ -	\$ 47	\$ 28,044
Less allowance for uncollectible accounts					
Receivables, net	\$ -	\$ 27,997	\$ -	\$ 47	\$ 28,044
Amounts not scheduled for collection during the subsequent year	\$	\$	\$	\$	\$ -

V. DISAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 2012, were as follows

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
General	\$ 10,197	\$ 5,479	\$	\$	\$ 15,676
Capital Projects	61,371				61,371
Total payables	\$ 71,568	\$ 5,479	\$ -	\$ -	\$ 77,047

W. SUBSEQUENT EVENTS

N/A

X. SEGMENT INFORMATION

N/A

Y. DUE TO/DUE FROM AND TRANSFERS

N/A

Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS

N/A

AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS

N/A

BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB 46)

N/A

CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES

N/A

DD. EMPLOYEE TERMINATION BENEFITS

N/A

EE. POLLUTION REMEDIATION OBLIGATIONS

N/A

FF. AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA)

N/A

GG. RESTRICTED NET ASSETS – OTHER SPECIFIC PURPOSES

N/A

STATE OF LOUISIANA
AMITE RIVER BASIN DRAINAGE AND WATER CONSERVATION DISTRICT
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
JUNE 30, 2012

Name	Amount
<u>Bargas, Alvin M</u>	<u>\$ 840</u>
<u>Brass, John C</u>	<u>1,380</u>
<u>Callendar, Lawrence E</u>	<u>420</u>
<u>Lee, Willie George</u>	<u>540</u>
<u>Louque, Joel T</u>	<u>420</u>
<u>Louque, Terry</u>	<u>1,080</u>
<u>Rouchon, Anthony "Tony"</u>	<u>780</u>
<u>Saucier, Randolph J</u>	<u>1,020</u>
<u>Thibeau, Jerry R</u>	<u>1,020</u>
<u>Thomas, Larry N</u>	<u>600</u>
<u>Thompson, Donald E</u>	<u>1,380</u>
<u>Zuelke, Dale S</u>	<u>720</u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>
<u> </u>	<u> </u>
 Total	 \$ <u><u>10,200</u></u>

Note The per diem payments are authorized by Louisiana Revised Statute, and are presented in compliance with House Concurrent Resolution No 54 of the 1979 Session of the Legislature

STATE OF LOUISIANA

AMITE RIVER DRAINAGE AND WATER CONSERVATION DISTRICT

COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than \$3 million, explain the reason for the change.

	<u>2012</u>	<u>2011</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ <u>2,457</u>	\$ <u>2,474</u>	\$ <u>(17)</u>	\$ <u>1%</u>
Expenses	<u>494</u>	<u>544</u>	<u>(50)</u>	<u>(9%)</u>
2) Capital assets	<u>6,373</u>	<u>5,969</u>	<u>404</u>	<u>7%</u>
Long-term debt	<u>142</u>	<u>155</u>	<u>(13)</u>	<u>(8%)</u>
Net Assets	<u>17,078</u>	<u>15,116</u>	<u>1,962</u>	<u>13%</u>
Explanation for change	<hr/> <hr/> <hr/> <hr/>			